#### **PRECARIOUSWORK PRACTISE IN** INDONESIA CONTRACT WORKER (PKWT) freelance WORK **INTERNSHIPS** OUTSORCING

#### tabulation of working FORM in Indonesia

| FORM                          | DESCRIPTIONS   | REGULATION                    |
|-------------------------------|--|-------------------------------|
| CONTRACT<br>WORKER<br>(PKWTT) | <ul> <li>once the work is finished or the temporary nature ;</li> <li>work expected completion in the not too long and not later than 3 ( three ) years ;</li> <li>the work is seasonal ; or work related to new products , new activities , or additional products that are still in the experimental or exploratory</li> </ul> | Laws No 13/2003<br>article 59 |
| FREELANCE<br>WORK             | For jobs that are not routine  | Laws No 13/2003               |
| INTERNSHIP                    | <ul> <li>Training for prospective employment</li> <li>Not working on production processes that are sold</li> </ul>   | Laws No 13/2003               |

| FORM        | DESCRIPTIONS  | REGULATION                         |
|-------------|---|------------------------------------|
| OUTSOURCING | <ul> <li>done separately from the main activity;</li> <li>done by direct or indirect command of the employer;</li> <li>is supporting the activities of the enterprise;</li> <li>not inhibit the production process directly.</li> <li>Only for supporting job:<br/>Health, Safety, Diner, Driver, Mining</li> </ul> | UU No 13 tahun<br>2003 pasal 64-66 |

#### method of settlement

#### • Make clear rules $\rightarrow$

LAW no 13/2003 (limit os only for supporting the work)

#### • Escort $\rightarrow$

advocacy against violations of rules, set in the CBA, (litigation and action), socialization (seminars, dialogues, campaigns)

### strategy of struggle

**Concept**: seminars, workshops, discussions, and draft proposals and basic thoughts

Lobby : EXPLANATION & hearings with related parties (dpr, government, community leaders, police, tni) AND SOCIALISATION (MEDIA, KONSOLIDATION)

Action: demonstrations, strikes, factory raid

#### Factory raid 2011-2012



### results OF struggle 2012

| REGION                             | RESULTS   |
|------------------------------------|---|
| JAKARTA                            | 300 Outsourced Workers became Permanent or Direct Contract Workers<br>Wages $\rightarrow$ Minimum Wage + OT + Transport + Lunch + health security |
| BEKASI,<br>KARAWANG,<br>PURWAKARTA | 35,000 Outsourced Workers became Permanent or Direct Contract Workers Wages $\rightarrow$ Minimum Wage + OT + Transport + Lunch + health security |
| BATAM                              | 500 Outsourced Workers became Permanent or Direct Contract Workers<br>Wages $\rightarrow$ Minimum wage + OT + Transport + Lunch + health security |

### OUTSOURCING PRACTICES IN A STATE-OWNED COMPANY

- currently about 280,000 workers who work 141 in State Owned Enterprises through Outsourcing agencies. Some have worked for many years under these OS contracts.
- as many as 3081 OUTSOURCING workers (state electricity company) has been a member of spee FSPMI
- as many as 150 OUTSOURCING OUTSOURCING (state FARMACY company) has been a member of SPAI FSPMI Indonesia

## Working risk





#### To strengthening movement

FSPMI and other trade union federations have formed a coalition named " joint movement OF union / worker in SOE (GEBER BUMN)" since March 2013, to fight for the status of the OS into permanent workers in state owned enterprise

### joint movement OF union / worker in SOE

Press conference

#### seminar Giasat dan Implementasi Outsouro Men No.19/2012 dan SE No. 04/

Jakart

consolidation

#### Actions of COALITION (GEBER BUMN)

| INSTITUTIONS                              | ACTIONS                                      | OUTCOMES   |
|---|--|--|
| ELECTRICITY (PLN)<br>OFFICE               | Demonstration                                | <ul> <li>Demanding the implementation of<br/>Recommendation about OS SOE of commission IX</li> <li>Demanded that no layoffs</li> </ul>         |
| SOE MINISTER OFFICE                       | Audience<br>Demonstration                    | Circular on the follow-up recommendation Panja OS<br>SOE Commission IX of House Representative   |
| WISMA ANTARA<br>(NATIONAL OFFICE<br>NEWS) | Seminar                                      | Recommendations Results of Seminar for State<br>Enterprises Minister   |
| JAKARTA LEGAL AIDS<br>AGENCY              | Meetings,<br>discussions<br>Press Conference | <ul><li>Develop action plans</li><li>Publication problem OS SOE</li></ul>  |
| FACULTY OF LAW<br>(TRISAKTI UNIVERSITY)   | Audience<br>Seminar                          | Legal Study on the OS in SOEs  |
| HOUSE OF<br>REPRESENTATIVE (DPR)          | Audience<br>Demonstration<br>Meetings        | <ul> <li>working meeting with the ministry bumn</li> <li>issued a recommendation for bumn os so appointed as permanent workers bumn</li> </ul> |

#### Meeting with house of representative



# Demonstration when presiden jokowi was sworned to be president



#### Demonstration in front of ministry of soe office







#### **GOVERMENT ACTIONS**

- Manpower and Ministry of State Owned Enterprises formed a joint task force for the completion of the OUTSORCING in the Company at the request of the Committee OS SOE SOE House of Representatives
- Supervision Directorate has issued a Memorandum Supervisory against 19 state-owned company
- Task Force chaired by Sahat Sinurat (PHI Director & Jamsos) consisting of Supervisors and the IRC and from Ministry of State Owned Enterprises
- The whole of directors of state (19 companies) have been called task force

#### **CURRENT CONDITIONS**

- Eectricity company (pln) had fired 544 outsourcing workers
- Farmacy company (indofarma) had fired 150 outsourcing workers
- Electricity company (pln) form subsidary (haleyora) to do pln's job and make contract with vendor (all os workers be permanent workers for vendor). Each Vendor has job contract with subsidary for 5 years.
- House of representative will conduct joint meeting (commission 9 and commission 6) together ministry of State ownd enterprise and labor ministry to discuss about solution

#### NEXT ACTIONS

| PROGRAM   | OUTCOMES  | REMARKS  |
|---|---|--|
| WORKSHOP " COMPOSITION<br>OF CONTRACT WORKER"         | LIMITATION OF CONTRACT WORKER<br>COMPOSITION REFERENCE<br>STUDENT WORKER HAVE SAME<br>RIGHT WITH MAIN WORKER<br>REFUSE OSWORKERS FOR MAIN JOB | Plant Level, Branch and National<br>Committee<br>Will be conducted on July 2015  |
| MEETING WITH LEGALTEAM                                | CONCEPT OF REVISION OF<br>REGIONAL REGULATION and LABOR<br>LAW NO 13/2003   | Judicial Review Team for revision<br>regulation /Law no 13/2003<br>Revision of Labor Ministry Regulation<br>No 19/2012 abau OS |
| HEARINGS WITH<br>LEGISLATIVE (regional &<br>national) | PROVIDE INPUT OF REVISION<br>Concept  | Lobying and socialitation consept to get support   |
| NEGOTIATION WITH<br>MANAGEMENT                        | COLLECTIVE AGREEMENT  | Committee of Plant Level with<br>Management<br>Keep running  |
| CAMPAIGN AND<br>PUBLICATION CONCEPT                   | MEMBER CONSOLIDATION<br>DEMONSTRATION<br>PRESS CONFERENCE   | Involve member to strugle  |

### LIVING WAGE PRACTISE IN INDONESIA

MINIMUM WAGE INCREASE FORMULA = INFLATION + ECONOMIC GROWTH ( PP 78 Tahun 2015 ) PERIODIC WAGE INCREASE FOLLOWING THE FORMULATION OF THE MINIMUM WAGE INCREASE

#### strategy of struggle

Concept: DRAFT JUDICIAL REVIEW PP 78 TAHUN 2015

- Lobby : EXPLANATION & hearings with related parties (dpr, government, community leaders) AND SOCIALISATION (MEDIA, KONSOLIDATION)
- Action: JUDICIAL REVIEW TO THE SUPREME CORT, demonstrations TO THE PRESIDENSIAL PALACE ON MAY DAY WITH 100.000 PRTICIPANTS FROM (GBI) AND IN SOME OF THE GOVERNUR OFFICE.